236.606-70 Statutory fee limitation.

- (a) 10 U.S.C. 4540, 7212, and 9540 limit the contract price (or fee) for architect-engineer services for the preparation of designs, plans, drawings, and specifications to six percent of the project's estimated construction cost.
 - (b) The six percent limit also applies to contract modifications, including modifications involving—
- (1) Work not initially included in the contract. Apply the six percent limit to the revised total estimated construction cost.
 - (2) Redesign. Apply the six percent limit as follows—
- (i) Add the estimated construction cost of the redesign features to the original estimated construction cost;
 - (ii) Add the contract cost for the original design to the contract cost for redesign; and
- (iii) Divide the total contract design cost by the total estimated construction cost. The resulting percentage may not exceed the six percent statutory limitation.
- (c) The six percent limit applies only to that portion of the contract (or modification) price attributable to the preparation of designs, plans, drawings, and specifications. If a contract or modification also includes other services, the part of the price attributable to the other services is not subject to the six percent limit.

Parent topic: 236.606 Negotiations.